SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Costa and Poochigian Analyst: Jeani Brent Bill Number: SB 84
Related Bills: See Prior Analysis Telephone: 845-3410 Amended Date: 03/01/1999
Attorney: Doug Bramhall Sponsor:
SUBJECT: Enterprise Zones/Expansion Areas
DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended
AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.
AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended
FURTHER AMENDMENTS NECESSARY.
DEPARTMENT POSITION CHANGED TO
X REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED <u>December 7, 1998</u> AND AMENDED <u>January 28, 1999</u> , STILL APPLY.
X OTHER - See comments below.
SUMMARY OF BILL This bill would modify the rules regarding expansion of enterprise zones as follows: 1. Change the requirement that "each of the adjacent cities' governing bodies" approve the expansion to require instead that both the jurisdiction in which the enterprise zone is located and the jurisdiction into which the expansion would occur would be required to approve expansion 2. Allow the enterprise zones located in Fresno or Kern Counties to expand into adjacent unincorporated areas. 3. Allow expansion into noncommercial or nonindustrial land if that land is needed as a right-of-way and is needed for contiguous expansion. 4. Specify that expansion into an adjacent unincorporated area must be into an area contiguous to the existing enterprise zone. SUMMARY OF AMENDMENT
The March 1, 1999, amendment restores existing law that only those enterprise zones located in the unincorporated area of a county may propose expansion, while also specifying that the enterprise zones located in cities in Fresno or Kern county may propose expansion.
Except for the changes noted above, the remainder of the department's analysis of the bill as introduced December 7, 1998, and as amended January 28, 1999, still apply.
There is no identifiable revenue impact associated with this bill.
Board Position: Department/Legislative Director Date S NA NP SA NAR NAR NAR NAR

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